

Exhibit 7

Monteleoni, Paul (USANYS)

From: Monteleoni, Paul (USANYS)
Sent: Tuesday, June 9, 2015 10:31 PM
To: John W. Moscow (jmoscow@bakerlaw.com); Mark A. Cymrot (mcymrot@bakerlaw.com); Seth T. Taube (seth.taube@bakerbotts.com)
Cc: Adams, Andrew (USANYS) 1; Graham, Margaret (USANYS); Nawaday, Jaimie (USANYS); Cowley, Jason (USANYS); Wilson, Alexander (USANYS) 3
Subject: United States v. Prevezon Holdings, 13 Civ. 6326 (TPG) -- confidential settlement communication

Attached is a revised proposal, incorporating some of your proposed changes, and a redline. Apart from specifying the defendant to make the payment (which we leave for you to fill in from one of the in personam Defendants), this version is a final offer for your client to take or leave.



Here are our explanations for the edits:

-Paragraphs 2, 5, 7, 8, and 11 have language that goes too far towards characterizing the settlement in a light slanted toward your clients. We have shown a great deal of flexibility in structuring the settlement but we can't accept this additional language. The settlement speaks for itself, its structure speaks for itself, and the comparatively low amount that we are settling for conveys, if anything, an unwarrantedly favorable impression for your clients given that we are not reciting . I've spoken to the chiefs and they feel strongly that the document should be balanced and we are not going to agree to this additional language. I'd also note that almost none of this additional language was present in the offer your client previously made in early May (and if anything the new reference to the Miscellaneous Receipts Act makes this settlement appear even more favorable to your client than his own May offer), so I think that your client, if he wants to settle, can live without it.

-For paragraph 4 we changed "general revenues" to "public money" since that is the term used in the Act.

-In paragraph 10, we need the hold harmless language for the in rem defendants because they are being returned to your client- whenever we release property to a party in any case we need the hold harmless language because if someone later comes out of the woodwork and says that we shouldn't have given their property away, we need the responsibility for dealing with it to lie in the hands of the person who has custody of the property. We of course don't expect this to arise (so you shouldn't have to deal with it) but as part of agreeing to release property we do need to ensure we are not retaining liability with respect to that property.

-Also, we'd draw your attention to paragraph 9, where we did not make an edit: We have determined that we can agree to your main substantive request from the call, the change of the releasing party to the United States (consistent with principles of res judicata).

With respect to next steps, please let us know tomorrow whether your client wishes to accept this agreement or not. Regarding discovery, as you know, we have been mutually agreeing to hold off on discovery productions while we have engaged in these settlement discussions since the initial version of our offer this March. As we advised on the phone, we are ready to make our initial production within about 48 hours of being advised that your client in fact wants discovery. However, as we also explained on the phone, our offer will expire once we make our disclosures.

We don't want to absolutely foreclose the possibility of any settlement whatsoever after we begin disclosures—if your client came forward with a sufficiently compelling proposal, that might bring us to the table—but nothing like the current offers would work.

It is very hard for me to imagine that any kind of settlement that your client would be willing to offer would be approved on our end once we begin our disclosures. So realistically, if we begin discovery it is hard to see any outcome but a trial.

In short, we think that if your client wants to settle, this is the offer. We have extended a very favorable settlement for a limited window to see if we could resolve this case

, but that window will close tomorrow. Please let me know if you have any questions; thank you very much.

Paul M. Monteleoni
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Southern District of New York
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UNITED STATES DISTRICT COURT
SOUTHERN DISTRICT OF NEW YORK

UNITED STATES OF AMERICA, :
Plaintiff, : **STIPULATION AND ORDER**
- against - : No. 13 Civ. 6326 (TPG)
PREVEZON HOLDINGS LTD., : ECF Case
PREVEZON ALEXANDER, LLC, :
PREVEZON SOHO USA, LLC, :
PREVEZON SEVEN USA, LLC, :
PREVEZON PINE USA, LLC, :
PREVEZON 1711 USA, LLC, :
PREVEZON 1810, LLC, :
PREVEZON 2009 USA, LLC, :
PREVEZON 2011 USA, LLC, :
FERENCOI INVESTMENTS, LTD., :
KOLEVINS, LTD., :
Defendants, :
ALL RIGHT, TITLE AND INTEREST :
IN THE REAL PROPERTY AND :
APPURTENCES KNOWN AS THE 20 :
PINE STREET CONDOMINIUM, 20 :
PINE STREET, NEW YORK, NEW YORK :
10005, UNIT 1816 ("20 PINE :
STREET, UNIT 1816"), :
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****8293 HELD IN THE NAME :
OF PREVEZON ALEXANDER LLC (THE :
"PREVEZON ALEXANDER ACCOUNT"), :
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****8084 HELD IN THE NAME :
OF PREVEZON SOHO USA LLC (THE :
"PREVEZON SOHO ACCOUNT"), :
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
:

*****6021 HELD IN THE NAME :
OF PREVEZON SEVEN USA LLC (THE :
"PREVEZON SEVEN ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****8349 HELD IN THE NAME :
OF PREVEZON 1711 USA, LLC (THE :
"PREVEZON 1711 ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****9102 HELD IN THE NAME :
OF PREVEZON 2009 USA, LLC (THE :
"PREVEZON 2009 ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****8242 HELD IN THE NAME :
OF PREVEZON PINE USA, LLC (THE :
"PREVEZON PINE ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****5882 HELD IN THE NAME :
OF PREVEZON 2011 USA, LLC (THE :
"PREVEZON 2011 ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****9128 HELD IN THE NAME :
OF PREVEZON 1810 USA, LLC (THE :
"PREVEZON 1810 ACCOUNT") , :
:
APPROXIMATELY \$1,379,518.90 :
HELD BY THE UNITED STATES AS A :
SUBSTITUTE RES FOR ALL RIGHT, :
TITLE AND INTEREST IN THE REAL :
PROPERTY AND APPURTENANCES :
KNOWN AS THE 20 PINE STREET :
CONDOMINIUM, 20 PINE STREET, :
NEW YORK, NEW YORK 10005, UNIT :
2009 (THE "20 PINE STREET, UNIT :
2009 SALE PROCEEDS") , :
:
APPROXIMATELY \$4,429,019.44 :
HELD BY THE UNITED STATES AS A :
:

SUBSTITUTE RES FOR ALL RIGHT,	:
TITLE AND INTEREST IN THE REAL	:
PROPERTY AND APPURTENANCES	:
KNOWN AS ALEXANDER CONDOMINIUM,	:
250 EAST 49th STREET, NEW YORK,	:
NEW YORK 10017, UNIT COMM3 (THE	:
"250 EAST 49th STREET, UNIT	:
COMM3 SALE PROCEEDS"),	:
	:
APPROXIMATELY \$1,046,530.04	:
HELD BY THE UNITED STATES AS A	:
SUBSTITUTE RES FOR ALL RIGHT,	:
TITLE AND INTEREST IN THE REAL	:
PROPERTY AND APPURTENANCES	:
KNOWN AS THE 20 PINE STREET	:
CONDOMINIUM, 20 PINE STREET,	:
NEW YORK, NEW YORK 10005, UNIT	:
2308 (THE "20 PINE STREET, UNIT	:
2308 SALE PROCEEDS"),	:
	:
APPROXIMATELY \$894,026.21 HELD	:
BY THE UNITED STATES AS A	:
SUBSTITUTE RES FOR ALL RIGHT,	:
TITLE AND INTEREST IN THE REAL	:
PROPERTY AND APPURTENANCES	:
KNOWN AS THE 20 PINE STREET	:
CONDOMINIUM, 20 PINE STREET,	:
NEW YORK, NEW YORK 10005, UNIT	:
1711 (THE "20 PINE STREET, UNIT	:
1711 SALE PROCEEDS"),	:
	:
A DEBT OF 3,068,946 EUROS OWED	:
BY AFI EUROPE N.V. TO PREVEZON	:
HOLDINGS RESTRAINED BY THE	:
GOVERNMENT OF THE NETHERLANDS	:
ON OR ABOUT JANUARY 22, 2014	:
(THE "AFI EUROPE DEBT"),	:
	:
and all property traceable	:
thereto,	:
	:
Defendants in Rem.	:
	:

WHEREAS, on September 10, 2013, the United States commenced this action (the "Action"), upon the filing of a verified

complaint (the "Complaint") seeking forfeiture of the above-captioned defendants *in rem* (the "Defendants in Rem"), and other assets, *in personam* claims against the above-captioned defendants, and other relief;

WHEREAS, on December 3 and 20, 2013, Denis Katsyv ("Katsyv"), IKR ("IKR"), Martash Holdings ("Martash"), Prevezon Holdings, Ltd. ("Prevezon Holdings"), Prevezon Alexander, LLC ("Prevezon Alexander"), Prevezon Soho USA, LLC ("Prevezon Soho"), Prevezon Seven USA, LLC ("Prevezon Seven"), Prevezon Pine USA, LLC ("Prevezon Pine"), Prevezon 1711 USA, LLC ("Prevezon 1711"), Prevezon 1810, LLC ("Prevezon 1810"), Prevezon 2009 USA, LLC ("Prevezon 2009"), and Prevezon 2011 USA, LLC ("Prevezon 2011," together with Prevezon Holdings, Prevezon Alexander, Prevezon Soho, Prevezon Seven, Prevezon Pine, Prevezon 1711, Prevezon 1810, and Prevezon 2009 the "Prevezon Entities"), Ferencoi Investments, Ltd. ("Ferencoi"), and Kolevins, Ltd. ("Kolevins") filed claims to certain property;

WHEREAS, on November 5, 2014, the Complaint was replaced by an amended verified complaint (the "Amended Complaint");

WHEREAS, on December 19, 2014, Denis Katsyv, IKR, Martash, Prevezon Holdings, Prevezon Alexander, Prevezon Soho, Prevezon Seven, Prevezon Pine, Prevezon 1711, Prevezon 1810, Prevezon 2009, and Prevezon 2011 (the "Claimants") filed certain claims;

WHEREAS, pursuant to Supplemental Rule G(4)(a)(iv)(C), the

Complaint and Amended Complaint were published for at least 30 consecutive days on an official government internet site, and pursuant to Supplemental Rule G(4)(b)(i), notice was sent to all persons who reasonably appeared to be potential claimants on the facts known to the Government, and no other parties filed claims to any of the Defendants in Rem in the Complaint or Amended Complaint, and all time to do so has expired; and

WHEREAS, the parties desire to consensually resolve this case on the terms set forth herein;

IT IS HEREBY STIPULATED AND AGREED, by and between the United States, by its attorney, Preet Bharara, United States Attorney, of counsel, Assistant United States Attorneys Paul M. Monteleoni, Andrew C. Adams, Margaret S. Graham, and Jaimie L. Nawaday, of counsel, and the Defendants, the Claimants, Ferencoi, and Kolevins, and their counsel, Baker & Hostetler LLP, Mark A. Cymrot, Esq., John W. Moscow, Esq., and Baker Botts LLP, Seth T. Taube, Esq., that:

1. The following terms shall have the definitions set forth herein:

- a. "Defendants" means, collectively, the *in personam* and *in rem* defendants named in the Action.

The *in personam* defendants ("*in personam* Defendants") are as follows: Prevezon Holdings Ltd. ("Prevezon Holdings"), Prevezon Soho USA, LLC ("Prevezon Soho"), Prevezon Seven USA, LLC ("Prevezon Seven"), Prevezon Pine USA, LLC ("Prevezon Pine"), Prevezon 1711 USA,

LLC ("Prevezon 1711"), Prevezon 1810, LLC ("Prevezon 1810"), Prevezon 2009 USA, LLC ("Prevezon 2009"), Prevezon 2011 USA, LLC ("Prevezon 2011"), Ferencoi Investments, Ltd. ("Ferencoi"), and Kolevins, Ltd ("Kolevins").

The *in rem* defendants ("in rem Defendants") are as follows:

- All right, title and interest in the real property and appurtenances known as the 20 Pine Street condominium, 20 Pine Street, New York, New York 10005, Unit 1816 ("20 Pine Street, Unit 1816").
- Any and all funds on deposit in Bank of America Account number *****8293 held in the name of Prevezon Alexander LLC (the "Prevezon Alexander Account").
- Any and all funds on deposit in Bank of America account number *****8084 held in the name of Prevezon Soho USA LLC (the "Prevezon Soho Account").
- Any and all funds on deposit in Bank of America account number *****6021 held in the name of Prevezon Seven USA LLC (the "Prevezon Seven Account").
- Any and all funds on deposit in Bank of America account number *****8349 held in the name of Prevezon 1711 USA, LLC (the "Prevezon 1711 Account").
- Any and all funds on deposit in Bank of America account number *****9102 held in the name of Prevezon 2009 USA, LLC (the "Prevezon 2009 Account").
- Any and all funds on deposit in Bank of America account number *****8242 held in the name of Prevezon Pine USA, LLC (the "Prevezon Pine Account").

- Any and all funds on deposit in Bank of America account number *****5882 held in the name of Prevezon 2011 USA, LLC (the "Prevezon 2011 Account").
- Any and all funds on deposit in Bank of America account number *****9128 held in the name of Prevezon 1810 USA, LLC (the "Prevezon 1810 Account").
- Approximately \$1,379,518.90 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as the 20 Pine Street Condominium, 20 Pine Street, New York, New York 10005, Unit 2009 (the "20 Pine Street, Unit 2009 Sale Proceeds").
- Approximately \$4,429,019.44 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as Alexander Condominium, 250 East 49th Street, New York, New York 10017, Unit Comm3 (the "250 East 49th Street, Unit Comm3 Sale Proceeds").
- Approximately \$1,046,530.07 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as the 20 Pine Street Condominium, 20 Pine Street, New York, New York 10005, Unit 2308 (the "20 Pine Street, Unit 2308 Sale Proceeds").
- Approximately \$849,026.21 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as the 20 Pine Street Condominium, 20 Pine Street, New York, New York 10005, Unit 1711 (the "20 Pine Street, Unit 1711 Sale Proceeds").
- A debt of €3,068,946 owed by AFI Europe N.V. to Prevezon Holdings restrained by the Government of the Netherlands on or about January 22, 2014 (the "AFI Europe Debt").

b. "Claims" means, collectively, the following claims filed in the Action on December 19, 2014, pursuant to

Rule G(5)(a) of the Supplemental Rules for Admiralty or Maritime Claims and Asset Forfeiture:

- The claim of IKR in (1) the Prevezon Soho Account, (2) the Prevezon Seven Account, (3) the Prevezon Pine Account, (4) the 20 Pine Street, Unit 2308 Sale Proceeds, (5) the Prevezon 1711 Account, (6) the 20 Pine Street, Unit 1711 Sale Proceeds, (7) the Prevezon 1810 Account, (8) the Prevezon 2009 Account, (9) the 20 Pine Street, Unit 2009 Sale Proceeds, (10) the Prevezon 2011 Account, and (11) the 20 Pine Street, Unit 1816. (Docket Item 196 in the Action)
- The claim of Prevezon 1711 in the Prevezon 1711 Account and the 20 Pine Street, Unit 1711 Sale Proceeds. (Docket Item 197 in the Action)
- The claim of Prevezon 2011 in the Prevezon 2011 Account and the 20 Pine Street, Unit 1816. (Docket Item 198 in the Action)
- The claim of Denis Katsyv in (1) the Prevezon Alexander Account, (2) the 250 East 49th Street, Unit Comm3 Sale Proceeds, (3) the Prevezon Soho Account, (4) the Prevezon Seven Account, (5) the Prevezon Pine Account, (6) the 20 Pine Street, Unit 2308 Sale Proceeds, (7) the Prevezon 1711 Account, (8) the 20 Pine Street, Unit 1711 Sale Proceeds, (9) the Prevezon 1810 Account, the Prevezon 2009 Account, (10) the Pine Street, Unit 2009 Sale Proceeds, and (11) the Prevezon 2011 Account. (Docket Item 199 in the Action)
- The claim of Prevezon 1810 in the Prevezon 1810 Account. (Docket Item 200 in the Action)
- The claim of Prevezon Alexander in the Prevezon Alexander Account and the 250 East 49th Street, Unit Comm3 Sale Proceeds. (Docket Item 201 in the Action)
- The claim of Martash Holdings in (1) the Prevezon Alexander Account, (2) the 250 East 49th Street, Unit Comm3 Sale Proceeds, (3) the Prevezon Soho Account, (4) the Prevezon Seven Account, (5) the

Prevezon Pine Account, (6) the 20 Pine Street, Unit 2308 Sale Proceeds, (6) the Prevezon 1711 Account, (7) the 20 Pine Street, Unit 1711 Sale Proceeds, (8) the Prevezon 1810 Account, (9) the Prevezon 2009 Account, (10) the 20 Pine Street, Unit 2009 Sale Proceeds, (11) the Prevezon 2011 Account, (12) the 20 Pine Street, Unit 1816, and (13) the AFI Europe Debt. (Docket Item 202 in the Action)

- The claim of Prevezon 2009 in (1) the Prevezon 2009 Account and the 20 Pine Street, Unit 2009 Sale Proceeds. (Docket Item 203 in the Action)
- The claim of Prevezon Holdings in (1) the Prevezon Alexander Account, (2) the 250 East 49th Street, Unit Comm3 Sale Proceeds, (3) the Prevezon Soho Account, (4) the Prevezon Seven Account, (5) the Prevezon Pine Account, (6) the 20 Pine Street, Unit 2308 Sale Proceeds, (6) the Prevezon 1711 Account, (7) the 20 Pine Street, Unit 1711 Sale Proceeds, (8) the Prevezon 1810 Account, (9) the Prevezon 2009 Account, (10) the 20 Pine Street, Unit 2009 Sale Proceeds, (11) the Prevezon 2011 Account, (12) the 20 Pine Street, Unit 1816, and (13) the AFI Europe Debt. (Docket Item 204 in the Action)
- The claim of Prevezon Pine in the Prevezon Pine Account and the 20 Pine Street, Unit 2308 Sale Proceeds. (Docket Item 205 in the Action)
- The claim of Prevezon Soho in the Prevezon Seven Account. (Docket Item 206 in the Action)
- The claim of Prevezon Pine in the Prevezon Soho Account. (Docket Item 207 in the Action)

c. "Amended Protective Order" means Amended Protective Order issued on November 5, 2014, in the Action as Docket Item 173.

d. "Magnitsky Law" means the Sergei Magnitsky Rule of Law Accountability Act of 2012, Public Law 112-208-Dec. 14, 2012.

e. "Restrained Properties" mean the *in rem* Defendants, as defined above.

f. "United States," "Government" or "Plaintiff" means the United States of America.

2. The purpose of this Stipulation and Order is to memorialize a settlement agreement pursuant to which the United States will release all claims or potential claims against all Defendants relating to this Action and release all Restrained Properties, and all Defendants will release all claims or potential claims against the United States relating to this Action. Upon the completion of the conditions set forth herein, the Amended Protective Order shall be vacated as to all Defendants and all Restrained Properties, and the Amended Complaint shall be dismissed against all Defendants with prejudice.

3. Upon entry of the Stipulation and Order, the Government shall inform the Government of the Netherlands that this matter has been resolved and that the Government withdraws any request for the Government of Netherlands to continue to restrain the AFI Europe Debt, and shall request that the Government of the Netherlands lift the restraint of the AFI Europe Debt that had been implemented at the request of the United States, and the Amended Protective Order shall be deemed modified to allow the release of the AFI Europe Debt.

4. For the purpose of settlement only, [in personam Defendant to be named] will make a payment to the United States consisting of \$2,000,000 in United States currency (the "Payment"). The Payment shall be due within 15 business days of the release by the Government of the Netherlands of the AFI Europe Debt and shall be made by electronic funds transfer pursuant to written instructions to be provided by the United States Attorney's Office for the Southern District of New York. Upon receipt, the Payment shall be deposited into the U.S. Treasury pursuant to the Miscellaneous Receipts Act, 31 U.S.C. § 3302, which authorizes deposits of public money into the U.S. Treasury.

5. The Parties agree that this Stipulation and Order is for the purposes of settlement only and nothing in this Stipulation and Order, nor any act (including, but not limited to, the execution of this Stipulation and Order and/or fulfillment of the consideration for this Stipulation and Order) of any Party hereto, nor any transaction occurring between any Parties hereto prior to the date hereof, is or shall be treated, construed or deemed in any way as an admission by *in personam* Defendants, Claimants or Denis Katsyv, Alexander Litvak or Timofey Krit for any purpose whatsoever, all such liability, fault, responsibility and wrongdoing of any kind being expressly denied by the *in personam* Defendants, Claimants, Denis Katsyv,

Alexander Litvak, Timofey Krit, and they specifically deny that the events described in the Amended Complaint as to them occurred as described therein. The Parties further agree that none of the funds used for the Payment are being paid by or on behalf of any of the *in personam* Defendants other than [the entity making the Payment], including but not limited to Ferencoi or Kolevins.

6. Pursuant to the laws of the United States, this Stipulation and Order constitutes a compromise of disputed claims and should not be construed as any evidence as to the merits of any of the claims asserted in the Complaint or the Amended Complaint or of any defenses to those claims. This Stipulation and Order is not intended to have any legal effect on any other pending proceeding in any jurisdiction.

7. The Government acknowledges that the *in personam* Defendants, Denis Katsyv, Alexander Litvak and Timofey Krit represent that they have always known and with good cause believe now that the funds the United States sought to forfeit are unrelated to any of the events described in the Amended Complaint or in the Novaya Gazeta article of August 2012 which the Complaint and Amended Complaint quote; and the Government further acknowledges that the *in personam* Defendants, Denis Katsyv, Alexander Litvak and Timofey Krit deny any allegation that suggests funds came to them from any unlawful source.

8. The Parties agree that the Complaint and Amended Complaint do not allege that any of the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak, or Timofey Krit is responsible, directly or indirectly, for any of the events described in the Magnitsky Law; and the Complaint and Amended Complaint do not allege that they have acted as an agent of, on behalf of or in agreement with a person in a matter relating to any activity described in the Magnitsky Law. The Government further acknowledges that by entering this Stipulation and Order, the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak, and Timofey Krit are not admitting that any of the events or activities described in the Magnitsky Law occurred as described therein. The Government shall if requested by any Party hereto provide a copy of this Stipulation and Order to any other branch, department or agency of the United States and to any other government or court.

9. This Stipulation and Order is intended to fully and finally resolve all pending claims made by the United States in the Action relating to the Defendants. Accordingly, the United States hereby releases all Defendants, Claimants (including IKR and Martash Holding) and their current and former subsidiaries, affiliates, predecessors, successors, assigns, and their current and former shareholders, predecessors, successors, assigns, related entities, joint ventures, partners, principals,

investors, directors, officers, employees, agents, heirs, administrators, representatives, attorneys, and managers, including but not limited to Denis Katsyv, Alexander Litvak and Timofey Krit ("Released Parties") from any and all claims, suits, causes of action, and related liabilities, including without limitation costs, expenses, penalties, and attorneys' fees, concerning, arising out of, or resulting from the allegations in the Amended Complaint or the facts and matters pleaded in this Action, or any actions taken by or on behalf of any of the Released Parties in connection with the allegations in the Amended Complaint or the facts and matters pleaded in this Action.

10. The Defendants, Claimants, Denis Katsyv, Alexander Litvak and Timofey Krit hereby release the U.S. Attorney's Office for the Southern District of New York, the Department of Homeland Security, Homeland Security Investigations, and their current and former officers, employees, agents, administrators, representatives, attorneys, and managers ("Government Released Parties") from any and all claims, suits, causes of action, and related liabilities, including without limitation costs, expenses, penalties, and attorneys' fees, concerning, arising out of, or resulting from, the filing of this Action or the United States' seizure, restraint, and/or constructive possession of the properties named in the Complaint or Amended

Complaint, including, without limitation, any claim that the United States did not have probable cause to seize or restrain the Restrained Properties, that the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak or Timofey Krit are a prevailing party or that the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak or Timofey Krit are entitled to attorneys' fees or any award of interest; and further agree to hold harmless the Government Released Parties from any and all third-party claims of ownership of any of the *in rem* Defendants.

11. Upon execution of this Stipulation and Order, discovery shall be suspended and the trial date shall be adjourned. Once the AFI Europe Debt has been released by the Government of the Netherlands and the Payment has been received by the Government, the Amended Protective Order shall be vacated as to all Restrained Properties, the Court shall order the Restrained Properties returned to the Claimants, and the Action shall be dismissed against all Defendants with prejudice.

12. Should the Government of the Netherlands issue an order or statement setting forth its intention to continue the restraint of the AFI Europe Debt, or if 120 days have elapsed from the entry of this Stipulation and Order and the AFI Europe Debt has not been released, upon motion by any Party hereto, this Stipulation and Order shall be void, the Action shall resume, and the Court shall schedule trial as soon as convenient

for the Court on a date no sooner than 120 days from the resumption of the Action.

13. Each Party to this Stipulation and Order will bear its own costs and attorney's fees.

14. All Parties agree to waive all rights to appeal or otherwise challenge or contest the validity of this Stipulation and Order.

15. The signatories to this Stipulation and Order each represent that they are duly authorized to sign this Stipulation and Order.

16. This Stipulation and Order represents the complete agreement of the Parties hereto.

17. The signature page of this Stipulation and Order may be executed in one or more counterparts, each of which will be deemed an original but all of which together will constitute one and the same instrument. Facsimiles or electronic copies shall be treated as originals.

PREET BHARARA
United States Attorney for
the Southern District of New York
Attorney for Plaintiff

By: _____
PAUL M. MONTELEONI
ANDREW C. ADAMS
MARGARET S. GRAHAM
JAIMIE L. NAWADAY
Assistant United States Attorney
One St. Andrew's Plaza
New York, New York 10007
Tel.: (212) 637-2219/2340/2923/2275
Fax: (212) 637-0421

DATE

PREVEZON HOLDINGS, LTD., PREVEZON ALEXANDER, LLC, PREVEZON SOHO USA, LLC, PREVEZON SEVEN USA, LLC, PREVEZON PINE USA, LLC, PREVEZON 1711 USA, LLC, PREVEZON 1810, LLC, PREVEZON 2009 USA, LLC, PREVEZON 2011 USA, LLC,

By: _____
DATE

DENIS KATSYV

DENIS KATSYV
DATE

IKR

By: _____
DATE

MARTASH HOLDINGS

By: _____ DATE

KOLEVINS LTD.

By: _____ DATE

FERENCOI INVESTMENTS, LTD.

By: _____ DATE

BAKER & HOSTETLER LLP

By: _____
JOHN W. MOSCOW, ESQ.
45 Rockefeller Plaza
New York, NY 10111
Tel.: (212) 589-4200
Fax: (212) 589-4201
DATE

By: _____
MARK A. CYMROT, ESQ.
Washington Square, Suite 1100
1050 Connecticut Ave.,
Washington, DC 20036
Tel.: (202) 861-1677
Fax: (202) 861-1783
DATE

BAKER BOTTS LLP

By: _____
SETH T. TAUBE, ESQ.
30 Rockefeller Plaza
New York, NY 10112
Tel.: (212) 408-2500
Fax: (212) 408-2501
DATE

Counsel to PREVEZON HOLDINGS, LTD., PREVEZON ALEXANDER, LLC, PREVEZON SOHO USA, LLC, PREVEZON SEVEN USA, LLC, PREVEZON PINE USA, LLC, PREVEZON 1711 USA, LLC, PREVEZON 1810, LLC, PREVEZON 2009 USA, LLC, PREVEZON 2011 USA, LLC, DENIS KATSYV, MARTASH HOLDINGS, IKR, FERENCOI, and KOLEVINS

SO ORDERED:

THE HONORABLE THOMAS P. GRIESA
UNITED STATES DISTRICT JUDGE

DATE

~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

Formatted: Font: Times New Roman, Not Italic

UNITED STATES DISTRICT COURT
 SOUTHERN DISTRICT OF NEW YORK

	:
	:
UNITED STATES OF AMERICA,	:
	:
Plaintiff,	STIPULATION AND ORDER
	:
- against -	No. 13 Civ. 6326 (TPG)
	:
PREVEZON HOLDINGS LTD.,	ECF Case
PREVEZON ALEXANDER, LLC,	:
PREVEZON SOHO USA, LLC,	:
PREVEZON SEVEN USA, LLC,	:
PREVEZON PINE USA, LLC,	:
PREVEZON 1711 USA, LLC,	:
PREVEZON 1810, LLC,	:
PREVEZON 2009 USA, LLC,	:
PREVEZON 2011 USA, LLC,	:
FERENCOI INVESTMENTS, LTD.,	:
KOLEVINS, LTD.,	:
	:
Defendants,	:
	:
ALL RIGHT, TITLE AND INTEREST	:
IN THE REAL PROPERTY AND	:
APPURTENANCES KNOWN AS THE 20	:
PINE STREET CONDOMINIUM, 20	:
PINE STREET, NEW YORK, NEW YORK	:
10005, UNIT 1816 ("20 PINE	:
STREET, UNIT 1816"),	:
	:
ANY AND ALL FUNDS ON DEPOSIT IN	:
BANK OF AMERICA ACCOUNT NUMBER	:
*****8293 HELD IN THE NAME	:
OF PREVEZON ALEXANDER LLC (THE	:
"PREVEZON ALEXANDER ACCOUNT"),	:
	:
ANY AND ALL FUNDS ON DEPOSIT IN	:
BANK OF AMERICA ACCOUNT NUMBER	:
*****8084 HELD IN THE NAME	:
OF PREVEZON SOHO USA LLC (THE	:
"PREVEZON SOHO ACCOUNT"),	:
	:
ANY AND ALL FUNDS ON DEPOSIT IN	:
BANK OF AMERICA ACCOUNT NUMBER	:

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~~COMMUNICATION~~

*****6021 HELD IN THE NAME :
OF PREVEZON SEVEN USA LLC (THE :
"PREVEZON SEVEN ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****8349 HELD IN THE NAME :
OF PREVEZON 1711 USA, LLC (THE :
"PREVEZON 1711 ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****9102 HELD IN THE NAME :
OF PREVEZON 2009 USA, LLC (THE :
"PREVEZON 2009 ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****8242 HELD IN THE NAME :
OF PREVEZON PINE USA, LLC (THE :
"PREVEZON PINE ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****5882 HELD IN THE NAME :
OF PREVEZON 2011 USA, LLC (THE :
"PREVEZON 2011 ACCOUNT") , :
:
ANY AND ALL FUNDS ON DEPOSIT IN :
BANK OF AMERICA ACCOUNT NUMBER :
*****9128 HELD IN THE NAME :
OF PREVEZON 1810 USA, LLC (THE :
"PREVEZON 1810 ACCOUNT") , :
:
APPROXIMATELY \$1,379,518.90 :
HELD BY THE UNITED STATES AS A :
SUBSTITUTE RES FOR ALL RIGHT, :
TITLE AND INTEREST IN THE REAL :
PROPERTY AND APPURTENANCES :
KNOWN AS THE 20 PINE STREET :
CONDOMINIUM, 20 PINE STREET, :
NEW YORK, NEW YORK 10005, UNIT :
2009 (THE "20 PINE STREET, UNIT :
2009 SALE PROCEEDS") , :
:
APPROXIMATELY \$4,429,019.44 :
HELD BY THE UNITED STATES AS A :

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SUBSTITUTE RES FOR ALL RIGHT, :
TITLE AND INTEREST IN THE REAL :
PROPERTY AND APPURTENANCES :
KNOWN AS ALEXANDER CONDOMINIUM, :
250 EAST 49th STREET, NEW YORK, :
NEW YORK 10017, UNIT COMM3 (THE :
"250 EAST 49th STREET, UNIT :
COMM3 SALE PROCEEDS"), :
: :
APPROXIMATELY \$1,046,530.04 :
HELD BY THE UNITED STATES AS A :
SUBSTITUTE RES FOR ALL RIGHT, :
TITLE AND INTEREST IN THE REAL :
PROPERTY AND APPURTENANCES :
KNOWN AS THE 20 PINE STREET :
CONDOMINIUM, 20 PINE STREET, :
NEW YORK, NEW YORK 10005, UNIT :
2308 (THE "20 PINE STREET, UNIT :
2308 SALE PROCEEDS"), :
: :
APPROXIMATELY \$894,026.21 HELD :
BY THE UNITED STATES AS A :
SUBSTITUTE RES FOR ALL RIGHT, :
TITLE AND INTEREST IN THE REAL :
PROPERTY AND APPURTENANCES :
KNOWN AS THE 20 PINE STREET :
CONDOMINIUM, 20 PINE STREET, :
NEW YORK, NEW YORK 10005, UNIT :
1711 (THE "20 PINE STREET, UNIT :
1711 SALE PROCEEDS"), :
: :
A DEBT OF 3,068,946 EUROS OWED :
BY AFI EUROPE N.V. TO PREVEZON :
HOLDINGS RESTRAINED BY THE :
GOVERNMENT OF THE NETHERLANDS :
ON OR ABOUT JANUARY 22, 2014 :
(THE "AFI EUROPE DEBT"), :
: :
and all property traceable :
thereto, :
: :
Defendants in Rem. :
: :

WHEREAS, on September 10, 2013, the United States commenced
this action (the "Action"), upon the filing of a verified

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~~COMMUNICATION~~

complaint (the "Complaint") seeking forfeiture of the above-captioned defendants *in rem* (the "Defendants in Rem"), and other assets, *in personam* claims against the above-captioned defendants, and other relief;

WHEREAS, on December 3 and 20, 2013, Denis Katsyv ("Katsyv"), IKR ("IKR"), Martash Holdings ("Martash"), Prevezon Holdings, Ltd. ("Prevezon Holdings"), Prevezon Alexander, LLC ("Prevezon Alexander"), Prevezon Soho USA, LLC ("Prevezon Soho"), Prevezon Seven USA, LLC ("Prevezon Seven"), Prevezon Pine USA, LLC ("Prevezon Pine"), Prevezon 1711 USA, LLC ("Prevezon 1711"), Prevezon 1810, LLC ("Prevezon 1810"), Prevezon 2009 USA, LLC ("Prevezon 2009"), and Prevezon 2011 USA, LLC ("Prevezon 2011," together with Prevezon Holdings, Prevezon Alexander, Prevezon Soho, Prevezon Seven, Prevezon Pine, Prevezon 1711, Prevezon 1810, and Prevezon 2009 the "Prevezon Entities"), Ferencoi Investments, Ltd. ("Ferencoi"), and Kolevins, Ltd. ("Kolevins") filed claims to certain property;

WHEREAS, on November 5, 2014, the Complaint was replaced by an amended verified complaint (the "Amended Complaint");

WHEREAS, on December 19, 2014, Denis Katsyv, IKR, Martash, Prevezon Holdings, Prevezon Alexander, Prevezon Soho, Prevezon Seven, Prevezon Pine, Prevezon 1711, Prevezon 1810, Prevezon 2009, and Prevezon 2011 (the "Claimants") filed certain claims;

WHEREAS, pursuant to Supplemental Rule G(4)(a)(iv)(C), the

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~~COMMUNICATION~~

Complaint and Amended Complaint were published for at least 30 consecutive days on an official government internet site, and pursuant to Supplemental Rule G(4)(b)(i), notice was sent to all persons who reasonably appeared to be potential claimants on the facts known to the Government, and no other parties filed claims to any of the Defendants in Rem in the Complaint or Amended Complaint, and all time to do so has expired; and

WHEREAS, the parties desire to consensually resolve this case on the terms set forth herein;

IT IS HEREBY STIPULATED AND AGREED, by and between the United States, by its attorney, Preet Bharara, United States Attorney, of counsel, Assistant United States Attorneys Paul M. Monteleoni, Andrew C. Adams, Margaret S. Graham, and Jaimie L. Nawaday, of counsel, and the Defendants, the Claimants, Ferencoi, and Kolevins, and their counsel, Baker & Hostetler LLP, Mark A. Cymrot, Esq., John W. Moscow, Esq., and Baker Botts LLP, Seth T. Taube, Esq., that:

1. The following terms shall have the definitions set forth herein:

a. "Defendants" means, collectively, the *in personam* and *in rem* defendants named in the Action.

The *in personam* defendants ("*in personam* Defendants") are as follows: Prevezon Holdings Ltd. ("Prevezon Holdings"), Prevezon Soho USA, LLC ("Prevezon Soho"), Prevezon Seven USA, LLC ("Prevezon Seven"), Prevezon Pine USA, LLC ("Prevezon Pine"), Prevezon 1711 USA,

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~~COMMUNICATION~~

LLC ("Prevezon 1711"), Prevezon 1810, LLC ("Prevezon 1810"), Prevezon 2009 USA, LLC ("Prevezon 2009"), Prevezon 2011 USA, LLC ("Prevezon 2011"), Ferencoi Investments, Ltd. ("Ferencoi"), and Kolevins, Ltd ("Kolevins").

The *in rem* defendants ("in rem Defendants") are as follows:

- All right, title and interest in the real property and appurtenances known as the 20 Pine Street condominium, 20 Pine Street, New York, New York 10005, Unit 1816 ("20 Pine Street, Unit 1816").
- Any and all funds on deposit in Bank of America Account number *****8293 held in the name of Prevezon Alexander LLC (the "Prevezon Alexander Account").
- Any and all funds on deposit in Bank of America account number *****8084 held in the name of Prevezon Soho USA LLC (the "Prevezon Soho Account").
- Any and all funds on deposit in Bank of America account number *****6021 held in the name of Prevezon Seven USA LLC (the "Prevezon Seven Account").
- Any and all funds on deposit in Bank of America account number *****8349 held in the name of Prevezon 1711 USA, LLC (the "Prevezon 1711 Account").
- Any and all funds on deposit in Bank of America account number *****9102 held in the name of Prevezon 2009 USA, LLC (the "Prevezon 2009 Account").
- Any and all funds on deposit in Bank of America account number *****8242 held in the name of Prevezon Pine USA, LLC (the "Prevezon Pine Account").

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~~COMMUNICATION~~

- Any and all funds on deposit in Bank of America account number *****5882 held in the name of Prevezon 2011 USA, LLC (the "Prevezon 2011 Account").
- Any and all funds on deposit in Bank of America account number *****9128 held in the name of Prevezon 1810 USA, LLC (the "Prevezon 1810 Account").
- Approximately \$1,379,518.90 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as the 20 Pine Street Condominium, 20 Pine Street, New York, New York 10005, Unit 2009 (the "20 Pine Street, Unit 2009 Sale Proceeds").
- Approximately \$4,429,019.44 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as Alexander Condominium, 250 East 49th Street, New York, New York 10017, Unit Comm3 (the "250 East 49th Street, Unit Comm3 Sale Proceeds").
- Approximately \$1,046,530.07 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as the 20 Pine Street Condominium, 20 Pine Street, New York, New York 10005, Unit 2308 (the "20 Pine Street, Unit 2308 Sale Proceeds").
- Approximately \$849,026.21 held by the United States from the sale of all right, title and interest in the real property and appurtenances known as the 20 Pine Street Condominium, 20 Pine Street, New York, New York 10005, Unit 1711 (the "20 Pine Street, Unit 1711 Sale Proceeds").
- A debt of €3,068,946 owed by AFI Europe N.V. to Prevezon Holdings restrained by the Government of the Netherlands on or about January 22, 2014 (the "AFI Europe Debt").

b. "Claims" means, collectively, the following claims filed in the Action on December 19, 2014, pursuant to

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~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

Rule G(5)(a) of the Supplemental Rules for Admiralty or Maritime Claims and Asset Forfeiture:

- The claim of IKR in (1) the Prevezon Soho Account, (2) the Prevezon Seven Account, (3) the Prevezon Pine Account, (4) the 20 Pine Street, Unit 2308 Sale Proceeds, (5) the Prevezon 1711 Account, (6) the 20 Pine Street, Unit 1711 Sale Proceeds, (7) the Prevezon 1810 Account, (8) the Prevezon 2009 Account, (9) the 20 Pine Street, Unit 2009 Sale Proceeds, (10) the Prevezon 2011 Account, and (11) the 20 Pine Street, Unit 1816. (Docket Item 196 in the Action)
- The claim of Prevezon 1711 in the Prevezon 1711 Account and the 20 Pine Street, Unit 1711 Sale Proceeds. (Docket Item 197 in the Action)
- The claim of Prevezon 2011 in the Prevezon 2011 Account and the 20 Pine Street, Unit 1816. (Docket Item 198 in the Action)
- The claim of Denis Katsyv in (1) the Prevezon Alexander Account, (2) the 250 East 49th Street, Unit Comm3 Sale Proceeds, (3) the Prevezon Soho Account, (4) the Prevezon Seven Account, (5) the Prevezon Pine Account, (6) the 20 Pine Street, Unit 2308 Sale Proceeds, (7) the Prevezon 1711 Account, (8) the 20 Pine Street, Unit 1711 Sale Proceeds, (9) the Prevezon 1810 Account, the Prevezon 2009 Account, (10) the Pine Street, Unit 2009 Sale Proceeds, and (11) the Prevezon 2011 Account. (Docket Item 199 in the Action)
- The claim of Prevezon 1810 in the Prevezon 1810 Account. (Docket Item 200 in the Action)
- The claim of Prevezon Alexander in the Prevezon Alexander Account and the 250 East 49th Street, Unit Comm3 Sale Proceeds. (Docket Item 201 in the Action)
- The claim of Martash Holdings in (1) the Prevezon Alexander Account, (2) the 250 East 49th Street, Unit Comm3 Sale Proceeds, (3) the Prevezon Soho Account, (4) the Prevezon Seven Account, (5) the

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~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

Prevezon Pine Account, (6) the 20 Pine Street, Unit 2308 Sale Proceeds, (6) the Prevezon 1711 Account, (7) the 20 Pine Street, Unit 1711 Sale Proceeds, (8) the Prevezon 1810 Account, (9) the Prevezon 2009 Account, (10) the 20 Pine Street, Unit 2009 Sale Proceeds, (11) the Prevezon 2011 Account, (12) the 20 Pine Street, Unit 1816, and (13) the AFI Europe Debt. (Docket Item 202 in the Action)

- The claim of Prevezon 2009 in (1) the Prevezon 2009 Account and the 20 Pine Street, Unit 2009 Sale Proceeds. (Docket Item 203 in the Action)
- The claim of Prevezon Holdings in (1) the Prevezon Alexander Account, (2) the 250 East 49th Street, Unit Comm3 Sale Proceeds, (3) the Prevezon Soho Account, (4) the Prevezon Seven Account, (5) the Prevezon Pine Account, (6) the 20 Pine Street, Unit 2308 Sale Proceeds, (6) the Prevezon 1711 Account, (7) the 20 Pine Street, Unit 1711 Sale Proceeds, (8) the Prevezon 1810 Account, (9) the Prevezon 2009 Account, (10) the 20 Pine Street, Unit 2009 Sale Proceeds, (11) the Prevezon 2011 Account, (12) the 20 Pine Street, Unit 1816, and (13) the AFI Europe Debt. (Docket Item 204 in the Action)
- The claim of Prevezon Pine in the Prevezon Pine Account and the 20 Pine Street, Unit 2308 Sale Proceeds. (Docket Item 205 in the Action)
- The claim of Prevezon Soho in the Prevezon Seven Account. (Docket Item 206 in the Action)
- The claim of Prevezon Pine in the Prevezon Soho Account. (Docket Item 207 in the Action)

c. "Amended Protective Order" means Amended Protective Order issued on November 5, 2014, in the Action as Docket Item 173.

d. "Magnitsky Law" means the Sergei Magnitsky Rule of Law Accountability Act of 2012, Public Law 112-208-Dec. 14, 2012.

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~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

- e. "Restrained Properties" mean the *in rem* Defendants, as defined above.
- f. "United States," "Government" or "Plaintiff" means the United States of America.

2. The purpose of this Stipulation and Order is to memorialize a settlement agreement pursuant to which the United States will release all claims or potential claims against all Defendants relating to this Action and release all Restrained Properties, and all Defendants will release all claims or potential claims against the United States. ~~– relating to this Action.~~ Upon the completion of the conditions set forth herein, ~~the Claims shall be deemed valid~~, the Amended Protective Order shall be vacated as to all Defendants and all Restrained Properties, and the Amended Complaint shall be dismissed against all Defendants with prejudice.

3. Upon entry of the Stipulation and Order, the Government shall inform the Government of the Netherlands that this matter has been resolved and that the Government withdraws any request for the Government of Netherlands to continue to restrain the AFI Europe Debt, and shall request that the Government of the Netherlands lift the restraint of the AFI Europe Debt that had been implemented at the request of the United States, and the Amended Protective Order shall be deemed modified to allow the release of the AFI Europe Debt.

~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

4. For the purpose of settlement only, [entity in personam

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Defendant, to be named] will make a payment to the United States

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consisting of ~~\$[amount to be agreed upon]~~\$2,000,000 in United

States currency (the "Payment"). The Payment shall be due

within 15 business days of the release by the Government of the

Netherlands of the AFI Europe Debt and shall be made by

electronic funds transfer pursuant to written instructions to be

provided by the United States Attorney's Office for the Southern

District of New York. Upon receipt, the Payment shall be

deposited into the U.S. Treasury pursuant to the Miscellaneous

Receipts Act, 31 U.S.C. § 3302, which authorizes deposits of

general revenues~~public~~ money into the U.S. Treasury.

5. The Parties agree that this Stipulation and Order is for the purposes of settlement only and nothing in this Stipulation and Order, nor any act (including, but not limited to, the execution of this Stipulation and Order and/or fulfillment of the consideration for this Stipulation and Order) of any Party hereto, nor any transaction occurring between any Parties hereto prior to the date hereof, is or shall be treated, construed or deemed in any way as an admission by *in personam* Defendants, Claimants or Denis Katsyv, Alexander Litvak or Timofey Krit for any purpose whatsoever, all such liability, fault, responsibility and wrongdoing of any kind being expressly denied by the *in personam* Defendants, Claimants, Denis Katsyv,

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~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

Alexander Litvak, Timofey Krit, and they specifically deny that the events described in the Amended Complaint as to them occurred as described therein. The Parties further agree that ~~the Payment is being made solely to avoid the time and expense of additional litigation for all Parties and to relieve the adverse impact that the Amended Protective Order is having on the businesses of the Defendants, the Payment shall not be deemed a forfeiture or a payment of civil money penalties, and~~ none of the funds used for the Payment are being paid by or on behalf of any of the *in personam* Defendants other than ~~[the~~ entity ~~+ making the Payment~~⁷¹, including but not limited to Ferencoi or Kolevins.

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6. Pursuant to the laws of the United States, this Stipulation and Order constitutes a compromise of disputed claims and should not be construed as any evidence as to ~~the merits~~^{the merits} of any of the claims asserted in the Complaint or the Amended Complaint or of any defenses to those claims. This Stipulation and Order is not intended to have any legal effect on any other pending proceeding in any jurisdiction.

7. The Government acknowledges that the *in personam* Defendants, Denis Katsyv, Alexander Litvak and Timofey Krit represent that they have always known and with good cause believe now that the funds the United States sought to forfeit

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~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

are unrelated to any of the events described in the Amended Complaint or in the Novaya Gazeta article of August 2012, ~~which purportedly was "a result of almost year long work of the reporters from the Novaya Gazeta, Barron's and The Organized Crime and Corruption Reporting Project (OCCRP)", and~~ which the Complaint and Amended Complaint quote; and the Government further acknowledges that the *in personam* Defendants, Denis Katsyv, Alexander Litvak and Timofey Krit deny any allegation that suggests funds came to them from any unlawful source.

8. The Parties agree that the Complaint and Amended Complaint do not allege that any of the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak, or Timofey Krit ~~knew about the events, was directly or indirectly involved in the events, or~~ is responsible, directly or indirectly, for any of the events described in the Magnitsky Law; and the Complaint and Amended Complaint do not ~~allege~~ that they have acted as an agent of, on behalf of or in agreement with a person in a matter relating to any activity described in the Magnitsky Law. — The Government further acknowledges that by entering this Stipulation and Order, the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak, and Timofey Krit are not admitting that any of the events or activities described in the Magnitsky Law occurred as described therein. The Government shall if requested by any Party hereto provide a copy of this

~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

Stipulation and Order to any other branch, department or agency of the United States and to any other government or court.

9. This Stipulation and Order is intended to fully and finally resolve all pending claims made by the United States in the Action relating to the Defendants. Accordingly, the United States hereby releases all Defendants, Claimants (including IKR and Martash Holding) and their current and former subsidiaries, affiliates, predecessors, successors, assigns, and their current and former shareholders, predecessors, successors, assigns, related entities, joint ventures, partners, principals, investors, directors, officers, employees, agents, heirs, administrators, representatives, attorneys, and managers, including but not limited to Denis Katsyv, Alexander Litvak and Timofey Krit ("Released Parties") from any and all claims, suits, causes of action, and related liabilities, including without limitation costs, expenses, penalties, and attorneys' fees, concerning, arising out of, or resulting from the allegations in the Amended Complaint or the facts and matters pleaded in this Action, or any actions taken by or on behalf of any of the Released Parties in connection with the allegations in the Amended Complaint or the facts and matters pleaded in this Action.

10. The Defendants, Claimants, Denis Katsyv, Alexander Litvak and Timofey Krit hereby release the U.S. Attorney's

~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

Office for the Southern District of New York, the Department of Homeland Security, Homeland Security Investigations, and their current and former officers, employees, agents, administrators, representatives, attorneys, and managers ("Government Released Parties") from any and all claims, suits, causes of action, and related liabilities, including without limitation costs, expenses, penalties, and attorneys' fees, concerning, arising out of, or resulting from, the filing of this Action or the United States' seizure, restraint, and/or constructive possession of the properties named in the Complaint or Amended Complaint, including, without limitation, any claim that the United States did not have probable cause to seize or restrain the Restrained Properties, that the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak or Timofey Krit are a prevailing party or that the *in personam* Defendants, Claimants, Denis Katsyv, Alexander Litvak or Timofey Krit are entitled to attorneys' fees or any award of interest; and further agree to hold harmless the Government Released Parties from any and all third-party claims of ownership of any of the *in rem* Defendants.

11. Upon execution of this Stipulation and Order, discovery shall be suspended and the trial date shall be adjourned. Once the AFI Europe Debt has been released by the Government of the Netherlands and the Payment has been received by the Government, the Amended Protective Order shall be vacated

~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

as to all Restrained Properties, the Court shall ~~acknowledge the~~
~~validity of all Claims and~~ order the Restrained Properties
 returned to the Claimants, and the Action shall be dismissed
 against all Defendants with prejudice.

12. Should the Government of the Netherlands issue an order or statement setting forth its intention to continue the restraint of the AFI Europe Debt, or if 120 days have elapsed from the entry of this Stipulation and Order and the AFI Europe Debt has not been released, upon motion by ~~any~~ Party hereto, this Stipulation and Order shall be void, the Action shall resume, and the Court shall schedule trial as soon as convenient for the Court on a date no sooner than 120 days from the resumption of the Action.

13. Each Party to this Stipulation and Order will bear its own costs and attorney's fees.

14. All Parties agree to waive all rights to appeal or otherwise challenge or contest the validity of this Stipulation and Order.

15. The signatories to this Stipulation and Order each represent that they are duly authorized to sign this Stipulation and Order.

16. This Stipulation and Order represents the complete agreement of the Parties hereto.

~~TENTATIVE DISCUSSION DRAFT~~ ~~CONFIDENTIAL SETTLEMENT~~
~~COMMUNICATION~~

17. The signature page of this Stipulation and Order may be executed in one or more counterparts, each of which will be deemed an original but all of which together will constitute one and the same instrument. Facsimiles or electronic copies shall be treated as originals.

PREET BHARARA
United States Attorney for
the Southern District of New York
Attorney for Plaintiff

By: _____ DATE _____

PAUL M. MONTELEONI
ANDREW C. ADAMS
MARGARET S. GRAHAM
JAIMIE L. NAWADAY
Assistant United States Attorney
One St. Andrew's Plaza
New York, New York 10007
Tel.: (212) 637-2219/2340/2923/2275

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Fax: (212) 637-0421

PREVEZON HOLDINGS, LTD., PREVEZON ALEXANDER, LLC, PREVEZON SOHO USA, LLC, PREVEZON SEVEN USA, LLC, PREVEZON PINE USA, LLC, PREVEZON 1711 USA, LLC, PREVEZON 1810, LLC, PREVEZON 2009 USA, LLC, PREVEZON 2011 USA, LLC,

By: _____ DATE

DENIS KATSYV

DENIS KATSYV DATE

IKR

By: _____ DATE

MARTASH HOLDINGS

By: _____ DATE

KOLEVINS LTD.

By: _____ DATE

FERENCOI INVESTMENTS, LTD.

By: _____ DATE

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BAKER & HOSTETLER LLP

By: _____ DATE
JOHN W. MOSCOW, ESQ.
45 Rockefeller Plaza
New York, NY 10111
Tel.: (212) 589-4200
Fax: (212) 589-4201

By: _____ DATE
MARK A. CYMROT, ESQ.
Washington Square, Suite 1100
1050 Connecticut Ave.,
Washington, DC 20036
Tel.: (202) 861-1677
Fax: (202) 861-1783

BAKER BOTTS LLP

By: _____ DATE
SETH T. TAUBE, ESQ.
30 Rockefeller Plaza
New York, NY 10112
Tel.: (212) 408-2500
Fax: (212) 408-2501

Counsel to PREVEZON HOLDINGS, LTD., PREVEZON ALEXANDER, LLC,
PREVEZON SOHO USA, LLC, PREVEZON SEVEN USA, LLC, PREVEZON PINE
USA, LLC, PREVEZON 1711 USA, LLC, PREVEZON 1810, LLC, PREVEZON
2009 USA, LLC, PREVEZON 2011 USA, LLC, DENIS KATSYV, MARTASH
HOLDINGS, IKR, FERENCOI, and KOLEVINS

SO ORDERED:

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~~COMMUNICATION~~

THE HONORABLE THOMAS P. GRIESA
UNITED STATES DISTRICT JUDGE

DATE

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